

UTILITY BOARD/COMMON COUNCIL

Thursday, May 14, 2015

7:00 P.M.

The Common Council and Utility Board of the City of Huntingburg met in joint session at its regularly scheduled meeting time on Thursday, May 14, 2015 at the hour of 7:00 P.M. in the Council Chambers of the Huntingburg City Hall at 508 E. Fourth Street, Huntingburg, Indiana. Members Blackgrove, McPherron, Kissling and Summers were present. Also present were Mayor Spinner and City Attorney Schneider. Member Lehr was absent.

Mayor Spinner called the meeting to order.

A motion was made by Kissling, seconded by Blackgrove and carried to approve the minutes of the April 23, 2015 meeting.

A motion was made by McPherron, seconded by Kissling and carried to approve the claims as presented.

The Mayor noted that at the last meeting the Council asked that a contract with an on-call center continue to be explored. Another vendor was explored and visited and it was recommended by Office Manager Tooley that conversations be continued with Koester's Call Center (ABK, Inc.).

Danny Koester presented a rate structure and a summary of services that his company provides. He answered questions. A proposed agreement was presented.

A motion was made by Kissling, seconded by Blackgrove and carried to enter into a contract with Koester's Call Center (ABK, Inc.) for on-call services at the rate of \$200.00 per month until a lower rate can be established and set a "go live" date of July 1, 2015.

There was a discussion on Stellar Project financing. Being proposed are three separate funding sources:

1. Issuance of Tax Increment Finance (TIF) bonds with Economic Development Income Tax (EDIT) backup less than or equal to \$1,000,000.
2. Issuance of Pure TIF bonds less than or equal to \$3,500,000
3. A lease financing between the Huntingburg Redevelopment Commission and a Redevelopment Authority (that will need to be created) with EDIT backup not to exceed \$2,525,000. The lease payments from TIF would be targeted for financing of the improvements to the fire station and police station and the purchase of a new fire truck.

Karen Arland of Ice-Miller (legal counsel) and Andrew Perry and Herschel Frierson of Crowe Horwath (financial consultants) were present to answer questions on the Stellar Projects financing. Timetables of the three financing instruments were presented.

Attorney Schneider summarized each financing instrument and the proposed ordinances and resolutions needed for each.

A proposed resolution to approve the issuance of TIF Bonds with EDIT backup less than or equal to \$1,000,000 was presented. This bond also serves to preserve the Northwest Industrial TIF District which would terminate in 2025 if there are no outstanding bond obligations. The bond obligation results in Northwest Industrial TIF not terminating until 2040 (end of the bond term). Also presented was a proposed ordinance to pledge Economic Development Income Tax funds to pay debt service if TIF revenues are insufficient. These bonds would be Huntingburg Redevelopment Commission Tax Increment Financing Bonds, Series A.

A motion was made by McPherron, seconded by Blackgrove and carried to adopt Resolution No. 2015-12 entitled:

**RESOLUTION NO. 2015-12
HUNTINGBURG COMMON COUNCIL**

**(APPROVING THE ISSUANCE OF HUNTINGBURG
REDEVELOPMENT COMMISSION TAX INCREMENT FINANCING, SERIES
A BONDS NOT TO EXCEED \$1,000,000)**

A motion was made by Blackgrove, seconded by McPherron and carried to introduce and number Ordinance No. 2015-13 entitled:

**ORDINANCE NO. 2015-13
HUNTINGBURG COMMON COUNCIL**

**(CITY OF HUNTINGBURG PLEDGE OF ECONOMIC DEVELOPMENT
INCOME TAX FUNDS FOR PAYMENT OF DEBT SERVICES IF
HUNTINGBURG REDEVOPMENT COMMISSION TAX INCREMENT
COLLECTED IS NOT SUFFICIENT)**

A proposed resolution to approve the issuance of pure TIF Bonds less than or equal to \$3,500,000 was presented. The bonds would be used for Stellar infrastructure projects. These bonds would be Huntingburg Redevelopment Commission Tax Increment Financing Bonds, Series B.

A motion was made by Kissling, seconded by McPherron and carried to Adopt Resolution No 2015-14 entitled:

**RESOLUTION NO. 2015-14
HUNTINGBURG COMMON COUNCIL**

**(APPROVING THE ISSUANCE OF HUNTINGBURG
REDEVELOPMENT COMMISSION TAX INCREMENT FINANCING, SERIES
B BONDS NOT TO EXCEED \$3,500,000)**

A proposed ordinance was presented to create a redevelopment authority to finance local public improvements. Lease financing between the Huntingburg Redevelopment Commission and the Huntingburg Redevelopment Authority will include Lease Rental Bonds with EDIT backup not to exceed \$2,525,000. The lease payments from TIF would be targeted for financing of the improvements to the fire station and police station and the purchase of a new fire truck.

A motion was made by Blackgrove, seconded by Kissling and carried to introduce and number Ordinance No. 2015-15 entitled:

**ORDINANCE NO. 2015-15
COMMON COUNCIL OF THE CITY OF HUNTINGBURG, INDIANA**

**(CREATING A REDEVELOPMENT AUTHORITY TO BE KNOWN AS
THE HUNTINGBURG REDEVELOPMENT AUTHORITY AS A SEPARATE
BODY CORPORATE AND POLITIC AND AS AN INSTRUMENTALITY OF
THE CITY)**

Office Manager, Sue Tooley addressed the Council and informed them of the status of the Transit System. She presented a proposed resolution that would authorize applying for a grant under section 5311 of the Federal Transit Act.

A motion was made by Blackgrove, seconded by Summers and carried to adopt Resolution No. 2015-16 entitled:

**RESOLUTION AUTHORIZING THE FILING OF AN APPLICATION
FOR A GRANT UNDER SECTION 5311 OF THE FEDERAL TRANSIT ACT**

Clerk-Treasurer Dippel presented a proposed resolution and a proposed ordinance that would allow the movement of appropriation monies in the 2015 budget of the City of Huntingburg.

A motion was made by Kissling, seconded by McPherron and carried to adopt Resolution No. 2015-17 entitled:

**A RESOLUTION TO TRANSFER MONIES BETWEEN ACCOUNTS
WITHIN MAJOR BUDGET CLASSIFICATIONS OF THE VARIOUS
DEPARTMENTS OF THE CITY OF HUNTINGBURG, INDIANA**

A motion was made by McPherron, seconded by Kissling and carried to introduce Ordinance No. 2015-18 entitled:

**AN ORDINANCE TO TRANSFER MONIES FROM ONE MAJOR
BUDGET CLASSIFICATION TO ANOTHER WITHIN THE VARIOUS
DEPARTMENTS AND FUNDS OF THE CITY OF HUNTINGBURG, INDIANA**

A motion was made by Kissling, seconded by McPherron and carried with unanimous consent to suspend the rules and consider the adoption of Ordinance No. 2015-18 on the same meeting it was introduced.

A motion was made by Blackgrove, seconded by McPherron and carried to adopt Ordinance No. 2015-18.

Upon call of roll for the adoption or rejection of Ordinance No. 2015-18 the vote being 4 ayes, 0 nays, 1 absent (Lehr) in favor of adoption, Ordinance No. 2015-18 was duly passed and adopted this date at the hour of 7:52 P.M.

Clerk-Treasurer Dippel presented a proposed ordinance to update the Huntingburg Municipal Code with codification of ordinances passed through Ordinance No. 2015-07 identified as supplement 2015 S-13.

A motion was made by McPherron, seconded by Kissling and carried to introduce Ordinance No. 2015-19 entitled:

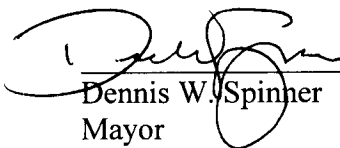
**AN ORDINANCE ENACTING AND ADOPTING SUPPLEMENT TO THE
CODE OF ORDINANCES FOR THE CITY OF HUNTINGBURG, INDIANA**

A motion was made by Kissling, seconded by Blackgrove and carried with unanimous consent to suspend the rules and consider the adoption of Ordinance No. 2015-19 on the same meeting it was introduced.

A motion was made by McPherron, seconded by Blackgrove and carried to adopt Ordinance No. 2015-19.

Upon call of roll for the adoption or rejection of Ordinance No. 2015-19 the vote being 4 ayes, 0 nays, 1 absent (Lehr) in favor of adoption, Ordinance No. 2015-19 was duly passed and adopted this date at the hour of 7:55 P.M.

There being no further business before the Council, a motion was made by Kissling, seconded by Blackgrove and carried to adjourn the meeting at 7:58 o'clock P.M.


Dennis W. Spinner
Mayor


Thomas A. Dippel
Clerk-Treasurer